



# भारत का राजपत्र

## The Gazette of India

प्राधिकार से प्रकाशित  
PUBLISHED BY AUTHORITY

सं० 39]

नई दिल्ली, शनिवार, मिनम्बर 24, 1966 (आश्विन 2, 1888)

No. 39] NEW DELHI, SATURDAY, SEPTEMBER 24, 1966 (ASVINA 2, 1888)

इस भाग में भिन्न पृष्ठ संख्या दी जाती है जिससे कि यह अलग संकलन के रूप में रखा जा सके

Separate paging is given to this Part in order that it may be filed as a separate compilation

### भाग III-खण्ड 4

### PART III-SECTION 4

विविध निकाशों द्वारा जारी की गई विविध अधिसूचनाएं, जिन में अधिसूचनाएं, आदेश, विज्ञापन और सूचनाएं सम्मिलित हैं

Miscellaneous Notifications including Notifications, Orders, Advertisements and Notices issued by Statutory Bodies

#### RESERVE BANK OF INDIA

(Department of Non-Banking Companies)

Calcutta, the 7th September 1966

No. DNBC.4539/MRC.95-66.—In exercise of the powers conferred by Sections 45J and 45K of the Reserve Bank of India Act, 1934, the Reserve Bank of India, being satisfied that it is necessary in the public interest to do so, hereby directs that the directive No. ED.DPPR.1209/MRC.95-66, dated 7th January, 1966, as amended by the directive No. DNBC.172/MRC.95-66,

dated 4th April, 1966, shall be further amended in the following manner:

Insert the following as new sub-clause (d)(v) of clause (7)—

“(v) any money received by a Government company, as defined in Section 617 of the Companies Act, 1956 (1 of 1956) from any other such Government company”.

R. K. SESHADRI,

Executive Director.

#### THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA

No. 8-CA(1)/6/66-67.—In pursuance of Clause (iii) of Regulation 10(1) of the Chartered Accountants Regulations, 1964, it is hereby notified that the Certificates of Practice issued to the following members shall stand cancelled, as they do not desire to hold the Certificates of Practice during the periods shown against their names:—

Serial No.	Membership No.	Name and Address]	Period during which the Certificates shall stand cancelled
1	6000	Shri Bharat Kumar Bafna, A.C.A., New Abadi, P.O. Sadri, (Distt. Pali) (Raj).	11-8-1966 to 30-6-1967
2	6684	Shri Nanda Kumar Basu, A.C.A., 13/B, Nepal Saha Lane, Ramkrishnapur, Howrah	7-4-1966 to 30-6-1967
3	6765	Shri Machiraju Suryanarayana Murty, A.C.A., 15-A/21, W.E.A., Karol Bagh, New Delhi.	30-5-1966 to 30-6-1966
4	7645	Shri Brij Bhushan, A.C.A., 133/804, M. Block, Kidwainagar, Kanpur	1-4-1966 to 30-6-1966
5	7890	Shri Sarangaraja Gopalarathnam, A.C.A., 16, Deivasikamani Road, Royapettah, Madras-14.	1-8-1966 to 30-6-1966
6	7962	Shri P. A. Sivakumaran, A.C.A., “Sivanagam”, S/19, Professor's Colony, Tambaram East, Madras-59).	30-6-1967 to 21-7-1966 to 30-6-1967

**(Chartered Accountants)**

*New Delhi, the 12th September 1966*

**No. 48-CA(1)/66.**—In pursuance of sub-section (5) of Section 18 of the Chartered Accountants Act, 1949, a copy of the Report and the audited accounts of the Council for the year ended 31st March 1966 is hereby published for general information:

**SEVENTEENTH ANNUAL REPORT OF THE COUNCIL FOR THE YEAR ENDED 31ST MARCH 1966**

The Council has pleasure in making its 17th Annual Report for the year ended 31st March 1966, in accordance with the provisions of Section 18(5) of the Chartered Accountants Act, 1949.

**I. THE COUNCIL**

**A. President and Vice-President**

Shri M. P. Chitale (Bombay), who was the Vice-President in the preceding year, was elected President by the Council at its meeting held on the 21st October 1965. At the same meeting, Shri Rameshwar Thakur (New Delhi) was elected as the Vice-President.

**B. Members of the Council**

The term of Shri S. D. Nargolwala, a Government nominee on the Council, expired on 16th September 1965. The Central Government nominated Shri R. N. Rajam Aiyar as its representative in his place.

**C. Members of the Various Committees**

The names of the members of the various Standing and other Committees constituted by the Council under Section 17 of the Act, are given in Appendix I(A).

**D. Council and Committee Meetings**

During the year, the Council held its meeting on two occasions, the first from 20th to 22nd October 1965 and the second on 18th and 19th March 1966. Details of the meetings held by the various Committees are given in Appendix I(B).

**II. FINANCES**

(a) **Accounts.**—The Balance Sheet as at 31st March 1966 and the Income and Expenditure Account for the year ended on that day duly audited are appended at the end of this Report. The Income and Expenditure Account for the year shows an excess of expenditure over income amounting to Rs. 20,193 as against excess of expenditure over income of Rs. 2,15,971 in the previous year. These accounts include the accounts of the Regional Councils and their branches and Students' Associations and their branches.

(b) **Auditors.**—Sarvashri P. R. Mehra and M. R. Venkataraman continued to be the Auditors of Institute's accounts for the year ended 31st March 1966.

**III. PROFESSIONAL MATTERS**

**A. Professional Development**

The Council represented to the Comptroller and Auditor General of India for the inclusion of proprietary firms of chartered accountants in the Panel of Auditors maintained for auditing the accounts of Public Sector Undertakings. The Council was assured that there was no policy of not allotting the work to proprietary concerns and that in fact, in certain States, Government audits were already being handled by proprietary concerns of chartered accountants. A list of proprietary firms of minimum of 15 years of standing was furnished to the authorities with a request to purposefully implement the policy of diffusion of audit of Government Companies and provide opportunities to a large number of practising chartered accountants to build up an expertise in this matter and render further service to the society.

For creating greater opportunities of work for the junior members, the Council decided to give publicity to the variety of assignments which a Chartered Accountant can handle and also to revise the booklet "Do you know what a Chartered Accountant does?" in a suitable manner, for circulation amongst the various Chambers of Commerce, Industrial Houses etc.

It was also decided that efforts should be made to create an atmosphere whereby junior members could work in collaboration with the seniors or under their guidance and get the opportunity of acquainting themselves with the Industry, which in turn might think in terms of giving small assignments to them independently of the seniors.

The Professional Development Committee finalised the draft of a Staff Training Programme and it will soon be published.

The Council appointed a Sub-Committee consisting of the Vice-President (Shri R. Thakur) as Chairman and Convenor and Sarvashri M. C. Bhandari and P. S. Bhargava as members, for considering the framing of Hindi equivalents of Accountancy expressions in English. The work is in progress.

The Council issued a Notification under Part II of the Second Schedule to the Chartered Accountants Act, laying down that a member who is an employee shall be deemed to be guilty of professional misconduct if he is wilfully and grossly negligent in the conduct of his duties as such employee. This notification appeared at page 486 of the Institute's Journal for February 1966.

**B. Research**

A Statement on Section 227(1A) of the Companies Act 1956 for the guidance of members was issued in November 1965 and supplied free of charge to members for insertion in the Members' Hand Book.

The Preparation of a Note for the guidance of members on the implications of the Bonus Act, 1965, on their duties and responsibilities has been entrusted to two Study Groups.

Work is in progress in regard to the preparation of a Note for the guidance of members on the implications of the Emergency Risks Insurance Acts and Schemes.

Two projects on "Price Fixation" and "Comparative Study of Direct Taxation in Selected Countries" undertaken jointly with the Indian Merchants' Chamber and the Association of Indian Trade and Industry, respectively, are in the course of being finalised and are expected to be published soon. To bring it up to date, the latter publication (the draft of which was in the press for printing before the latest budget announcements) will include a Note on significant changes in the rates of Indian Taxation under the Finance Act 1966, as an Appendix to the Study.

Two other studies on "Valuation of Unquoted Shares" and "Bank Accounts and Audit" are under the active consideration of Sub-Committees appointed for the purpose.

It is proposed to set up a Centre for Inter-Firm Comparisons for Management jointly with the All India Management Association, for building up the requisite knowledge and expertise for active and effective Inter-Firm Comparisons for Management on a self-supporting basis. The Ahmedabad Branch of the Western India Regional Council has undertaken a Research Project on Inter-Firm Comparison of the financial working of the following three industries in India:—

- (1) Engineering Industry.
- (2) Heavy Chemical Industry.
- (3) Electricity Companies.

The Research Project for collection of statistics of qualified reports given by Chartered Accountants has made considerable progress. The work of collection of statistics from the offices of Registrars of Companies at Bombay, Calcutta and Madras is complete. The work of collection of such statistics at Delhi and Kanpur has commenced. It is expected that the results of this study will afford evidence of the fact that chartered accountants are performing their duties to the shareholders without fear or favour and with a due sense of responsibility, besides providing valuable information as to the areas where there is scope for

future guidance to members by the publication of a Statement by the Research Committee on qualifications in the auditor's report.

With a view to encouraging research activity on Accounting and allied subjects, the Research Committee continued its policy of giving financial assistance to members as well as non-members in carrying out such research. Announcements inviting applications for such assistance were published periodically in the Journal of the Institute. During the year under report, a number of applications were received and considered by the Committee. The Committee sanctioned a sum of Rs. 2,500/- for a Research Study on "Comparative Review of Audit Reports". A sum of Rs. 400/- was also sanctioned for Research on "Internal Auditing—an aid to Management". The latter study has been recently completed and submitted for consideration of the Committee.

### C. Post Graduate Course

The Post Graduate Course Committee carried out several activities for promoting the interest of the members in the subject of Management Accounting.

A Regional Seminar on Management Accounting was held at Madras on the 19th and 20th February 1966. The Seminar was inaugurated by Shri M. V. Arunachalam, President of the Madras Institute of Management, and was attended by 50 participants and 10 observers. Discussions were held on the subjects of "The Management of Working Capital" and "Financial Statements for Project Evaluation".

The Seventh All India Seminar on Management Accounting was organised in collaboration with the Indian Institute of Management, Calcutta, and was held at Bombay on the 6th, 7th and 8th March 1966. The main theme for the Seminar was "Management Accounting for Decisions under conditions of Uncertainty" under which the following topics were discussed:

- (i) Control and Planning of Capital Expenditure;
- (ii) Taxation and other Government Controlled Factors;
- (iii) Standard Cost; and
- (iv) Profitability Analysis for correct Product Mix.

A series of practical cases were also discussed under the guidance of experts. The Seminar was inaugurated by Shri S. K. Wankhede, Minister for Finance, Government of Maharashtra, and attended by 132 participants and 36 observers.

The particulars of the number of members who appeared and were declared successful at the May and November 1965 Examinations are given in Appendix II.

Seventeen members are engaged in practical training. In the preparation of their thesis, they are being guided by the top executives from industry.

The Committee collaborated with the National Productivity Council in making a survey of Management Accounting Practices in Medium and Small Size Undertakings. The team visited various industrial organisations throughout the country and its report will be submitted shortly.

The first draft of the syllabus of the Post Graduate Course in "Secretaryship and Management" was circulated to certain eminent industrialists for obtaining their observations and suggestions for its improvement. The entire scheme of the course is being finalised in light of the comments received.

It was decided to conduct a Residential Course on "Accounting System for Productivity" at the Administrative Staff College of India, Hyderabad, from 22nd August through 2nd September 1966, to provide instruction in designing and installing of an accounting system capable of serving as an Information System, providing pertinent information with speed and without excessive cost.

In order to increase the awareness among the public about the significant contribution accountants can make in improving efficiency and productivity, it was decided that the emphasis on this aspect of productivity should surround programmes and activities of the Post-Graduate Course Committee.

In January 1966, a Symposium was arranged by the Western India Regional Council at Bombay on the

subject "Accountant's Role in Improving Productivity".

Beginning from the March 1966 issue of Institute's Journal, a separate Section on "Accountant and Productivity" has been started.

### D. Taxation

The Institute submitted a pre-budget memorandum to Hon'ble Finance Minister, Government of India, on 30th December 1965. This was published for the information of members in March 1966 issue of Institute's Journal (pages 524—530). After the budget for the year 1966-67 was presented to the Parliament, a representation was made to the Hon'ble Finance Minister on the Finance Bill 1965 on 25th March 1966. This was published in May 1966 issue of the Institute's Journal (pages 669—679).

The President, the Vice-President, the Chairman of the Taxation Committee and the Secretary called on the Hon'ble Minister on 6th April 1966 and discussed the various issues raised in the Memorandum on the Finance Bill.

Members are no doubt aware that partners of registered firms rendering specific type of professional service who take out retirement annuity policies satisfying the prescribed conditions are entitled to certain tax relief on the premium paid under such policies. The Central Board of Direct Taxes has decided that, for the present, no rules be framed under Section 80C of the Income-tax Act 1961, dealing with such cases and that the matter be left to be administered locally by the respective Commissioners of Income-tax. The Retirement Annuity contract prepared by the Life Insurance Corporation of India to meet the needs of such cases has been approved by the Commissioner of Income-tax, Bombay, in principle. The Commissioners of Income-tax in other parts of the country have also been approached by the Divisional offices of the Life Insurance Corporation to secure their approval to the scheme.

A paper on "The incidence of Surtax and the computation of managerial remuneration" was published by the Taxation Committee and copies thereof supplied to members who requested for it.

The Taxation Committee has under its consideration the draft of "A Guide to Tax Practice" intended primarily for educating assistants and staff in the offices of chartered accountants in the details of taxation practice.

The Taxation Committee has also under its consideration a paper on "Taxation of Salaries". A list of titles of various books of accounts as well as the forms in which these should be maintained, by Medical Practitioners, Lawyers and Solicitors, Provision Stores and Chemists is under preparation.

Particulars of the more important representations made by the Taxation Committee to the concerned authorities during the year are given below:—

1. Income Tax (Third Amendment) Rules 1965 as regards allowance of expenditure in certain cases.
2. Deletion of Rule 15(2) and Form No. 8 of the Income-tax Rules 1962. (An explanatory note in light of the Government reply was published at pages 477-78 of February 1966 issue of the Institute's Journal).
3. Difficulties resulting from the restrictive interpretations placed by the Income Tax Department on the provisions relating to Development Rebate.

### E. Liaison with Universities

The Committee principally has been busy with the study of syllabi of commerce courses provided by various universities to find out the common areas of study and examination for the degree courses and the Intermediate Examination of the Institute.

On a consideration of the fact that in future members of the profession will be increasingly consulted by the management of business concerns in the determination of their policies the Committee has started studying the body of knowledge in statistics and applied economics which an Accountant in future would be expected to possess.

### F. Expert Advisory Service

It was mentioned in the last report that two of the queries referred to Expert Advisory Committee were pending. During the year under report, four further queries were referred to the Committee. Out of the total six queries, four have been answered, one is under consideration and one was not considered suitable for being answered by the Committee.

### G. Ad Hoc Committee for Dealing with Unjustifiable Removal of Auditors

During the year, no complaint was received by the Committee.

### H. Rotation of Auditors

A private member bill had been introduced in the Parliament suggesting amendment of Section 224 of the Companies Act 1956 so as to provide that the auditor or auditors of a company shall not be eligible for re-appointment for more than two consecutive terms. The Council represented to the Government on this proposal explaining why there is no justification for the change suggested.

### I. Prize-Paper Competition

A Prize-paper Competition on "Audited Financial Statements—Scope & Function" was organised through the Institute's Journal. The aim of the competition was to encourage members to think over the broad purposes which need to be fulfilled by audited financial statements, with a view to appreciating the basic objectives underlying audit reports and clarifying the areas or aspects in respect of which further information might be found. The result of the competition will be announced in due course.

### J. Publications

The following publications were issued by the Council during the year:

- (a) Professional Ethics—short notes on High Court decisions.
- (b) The incidence of Surtax and computation of managerial remuneration
- (c) Statement on Section 227(1A) of the Companies Act, 1956

### K. Journal of the Institute—"The Chartered Accountant"

During the year Shri M. P. Chitale, President of the Institute, was the Editor-in-chief.

Steps were taken to improve the quality of the Journal by publication of articles on a wider variety of subjects and addition of special features.

The circulation of the Journal increased from 9,000 to 10,000 copies per month

## IV. OTHER MATTERS

### A. Chartered Accountants Act and Regulations

#### (a) The Chartered Accountants Act

The Council requested the Central Government for the amendment of the Chartered Accountants Act:

1. to provide for a time-limit on entertaining complaints against members of the Institute for misconduct where more than ten years have elapsed except in cases involving moral turpitude where no time-limit may be placed;
2. to provide for the President of the Council continuing in office after the expiry of his term in a case where Council for any reason does not meet and the new President is not elected in time.

The Govt did not accept our suggestion with regard to placing of a time limit. As regards the second issue, a reply is awaited.

#### (b) The Chartered Accountants Regulations.

The following important amendments in the Chartered Accountants Regulations were introduced:

1. Provision for giving authority to the Council to decide whether a seat left unfilled on a Re-

gional Council or a casual vacancy on a Regional Council, should be filled up or not and in case the Council decides to fill it up, to do so by co-option by the Regional Council in consultation with and approval of the Council. (Notification No. 1-C (5)/65 dated the 16th September 1965).

2. Recognition of the Diploma in Rural Services Examination for purposes of the Chartered Accountants Regulations where a candidate has secured in that examination a minimum of 50% of the total marks in all the papers at one sitting. (Notification No. 1-CA(6)/65 dated the 10th February 1966).
3. Revision of the marks obtained by all candidates or a section of candidates in a particular paper or papers. (Notification No. 1-CA(9)/1/66 dated the 28th March 1966).
4. Granting an extra vacancy for training as articled clerk a student who has secured not less than 60% marks in the aggregate in his degree examination. (Notification No. 1-CA(9) 1/66 dated the 28th March 1966).
5. Abolition of the requirement of undergoing Preliminary Service by articled and audit clerks. (Notification No. 1-CA(9)/1/66 dated the 28th March 1966).
6. Recognising the service upto 130 days where a clerk required to undergo Preliminary Service registers late with the Coaching Organisation. (Notification No. 1-CA(9)/1/66 dated the 28th March 1966).
7. (a) Requiring articled and audit clerks to enter into Service initially for the full period of four years or six years, as the case may be;
- (b) granting remission of one year in the period of training only on their passing the Intermediate Examination of the Institute in their first appearance; and
- (c) removing the requirement of obtaining a minimum of 50% marks in the aggregate in the Intermediate Examination of the Institute for entitlement to such remission. (Notification No. 1-CA(9)/1/66 dated the 28th March 1966).

### B. History of the Profession

Work in respect of this project is continuing.

### C. Managing Agency Enquiry Committee

The views of the Council were communicated to the Managing Agency Enquiry Committee on being invited by it to submit its views.

### D. Recognition of Institute's Qualifications by Universities

The Banaras Hindu University, Varanasi, decided that Chartered Accountants holding a graduate degree of a recognised university be considered as equivalent to M.Com. degree of the said university, for purposes of enrolment as Ph.D. Research Scholars in Commerce.

The Magadh University, Gaya, has recognised the Final Examination of the Institute as equivalent to its B.Com. and B.A. Degree examinations with Economics.

### E. Nominees of the Council on other bodies

The Council was represented on the following outside bodies by its members whose names are given opposite the names of the organisations:

1. The General Council of the Institute of Applied Manpower Research Shri Raghunath Rai
2. The National Productivity Council Shri S. N. Desai
3. The All India Board of Technical Studies in Commerce Shri R. M. Lal
4. The All India Board of Technical Studies in Management Shri R. Venkatesan

**F. Library**

During the year 333 books were added to the Central Library at New Delhi, bringing the total number of books to 5784. Increasing use of the Library was made by members & students, which can be seen from the figures given below:—

Year	Attendance	No. of books consulted
1960-61 . . . . .	1,966	3,747
1961-62 . . . . .	2,796	5,038
1962-63 . . . . .	3,483	5,330
1963-64 . . . . .	3,563	5,420
1964-65 . . . . .	3,698	6,094
1965-66 . . . . .	3,852	6,508

The Council sanctioned a total amount of Rs. 32,500/- for the purchase of books and furniture for the Regional Council Libraries for the year 1965-66.

The details of the use of the Regional Council Libraries and the number of books in them during 1965-66 are given below:—

Region	Total No. of books	Attendance	No. of books consulted
W.I.R.C. . . . .	2,185	7,300	7,600
S.I.R.C. . . . .	1,559	1,333	978
E.I.R.C. . . . .	1,905	6,633	6,868
C.I.R.C. . . . .	542	300	75

In addition, there are 480 books on Management Accountancy in Regional Council Libraries for the use of members, who are preparing for the Management Accountancy Examination.

**G. Benevolent Fund**

During the year, the membership of the Fund increased from 122 to 129 and the assets from Rs. 8,567/- to Rs. 30,421/-. The increase principally is the result of the subscriptions raised by organising a Charity Show in Delhi in April 1965.

During the year, only one application for financial assistance was received and a sum of Rs. 350/- was disbursed.

**H. S. Vaidyanath Aiyar Memorial Fund**

As in the past, on subjects of professional interest, a number of memorial lectures were organised by the Fund at the Regional Headquarters, the particulars whereof are given below:

Name of the Regional Council	Date and place of the Lecture	Subject	and name of the Speaker
C.I.R.C. . . . .	3-2-66—Kanpur	Recent Judicial Judgements on Direct Tax Laws by Shri V.B. Haribhakti.	
E.I.R.C. . . . .	15, 16 and 17th November 1965—Calcutta.	Presentation of Annual Accounts and financial Reporting to shareholders by Shri Asim Kumar Sen Gupta.	
N.I.R.C. . . . .	2-3-66—New Delhi.	Finance Bill 1966 by Shri N. Dandekar.	
S.I.R.C. . . . .	12-3-66—Coimbatore.	Agricultural Finance & Taxation in India by Dr. M. Srinivasan.	
	25-3-66—Ernakulam	Double Taxation by Dr. V.A. Syed Mohamed.	
	26-3-66—Bangalore	Union Budget 1966-67 An Economist's view by Dr. M.H. Gopal.	

During the year, four scholarships of Rs. 50/- each tenable for one year were granted; two for payment to articled clerks serving in the Central India Region and two for those serving in the Northern India Region.

The Fund received a sum of Rs. 6,137/- as its share of the Charity Show organised in Delhi in April 1965 and as a result the year had closed with a surplus of Rs. 3,174/-

**V. CONFERENCES****A. Fourth Conference of Asian and Pacific Accountants**

The Council is happy to report the successful conduct of the Fourth Conference of Asian and Pacific Accountants from 9th November to 2nd December 1965 at Vigyan Bhavan in New Delhi, jointly with the Institute of Cost and Works Accountants of India. This was the first Conference of Accountants of an international character ever to be held in India.

The Conference received good response not only from Accountants in India but also from other participating countries. Particulars of the attendance are given below:

	Delegates	Observers
Overseas . . . . .	34	4
India . . . . .	..	21
ICA . . . . .	887	..
ICWA . . . . .	98	..
	1019	25

The Conference was inaugurated by Shri P. B. Gajendragadkar, the Chief Justice of India. Apart from the delegates, other important persons who addressed the Conference were His Excellency Mr. Chester Bowles, Ambassador of the United States of America in India, Shri A. K. Roy, the Comptroller and Auditor General of India, Shri S. L. Kirlaskar, President of the Federation of Indian Chambers of Commerce and Industry and Shri N. Dandekar, Member of Parliament. Summaries of the important speeches made at the Conference were published in the Institute's Journal for January and February 1966.

At the meeting of the Leaders of the Conference delegates represented at the Conference, it was agreed to hold the next (Fifth) Conference in New Zealand in February or March 1968. This decision was endorsed by the Conference at its concluding session.

The Council wishes to place on record its appreciation of the help rendered by the students of the Northern India Region in making the Conference a success.

**B. Ninth International Congress of Accountants**

Information about the Ninth International Congress of Accountants which is to be held in Paris from 7th to 12th September 1967 was published in the February 1965, March 1966 and May 1966 issues of the Institute's Journal

The Council decided to send a delegation consisting of not more than 25 delegates for attending the Congress.

The following five papers were prepared by the Institute's delegates for the Congress:—

Shri M. P. Chitale . . . . .	The Contribution of Accounting Practitioners to the resolution of economic problems at the Governmental level.
Shri V. B. Haribhakti . . . . .	The contribution of accounting towards the selection of business investments.
Shri H. B. Dhondy . . . . .	The International harmonization of auditing standards and procedures.
Shri P. K. Lahiri . . . . .	The adaptation of auditing to the new techniques.

Shri S. S. Kothari . . . The task and training of the accountant of tomorrow.

### C. All-India Conference of Accountants

An All-India Conference of Accountants, which was earlier decided to be organised, in collaboration with the Institute of Cost and Works Accountants of India, along with the Fourth Conference of Asian and Pacific Accountants held in November/December 1965, but was postponed, will now be held from 27th to 29th January 1967 at Jaipur. A Conference Committee consisting of representatives of both the Institutes has been appointed for organising the Conference.

## VI. REGIONAL COUNCILS

### A. Regional Councils

Regional Councils continued to function in five regional constituencies viz., Western (Bombay), Southern (Madras), Eastern (Calcutta), Central (Kanpur) and Northern (Delhi).

In the Western India Region a Symposium on "Payment of Bonus Ordinance, 1965" was organised on 18th September, 1965. A half-day Seminar on "Management Services the Chartered Accountant can offer to increase productivity in business" was also held in January, 1966. A lecture on "Taxation Policies" by Shri N. Dandekar, M.P. on 14th February, 1966 was the other interesting function held during the year.

Amongst the notable events in the Southern India Region was a Regional Seminar on Taxation arranged in September, 1965, which was inaugurated by the Hon'ble Shri K. Veerarawamy, Judge of Madras High Court. Besides, the first intensified course on Management Accounting was inaugurated by the President of the Institute on 14th April, 1965.

A Refresher Course on "Different Aspects of Direct Taxation" was organised in the Eastern India Region in July, 1965, which was inaugurated by the Hon'ble Shri Salla Kumar Mukherjee, Minister, Finance and Home (Transport), West Bengal. The Second Regional Conference of Chartered Accountants of Eastern India Region was held in April, 1966. The principal theme of the Conference was "Accountant's role in the National Productivity". The Conference was inaugurated by Hon'ble Mr. D. N. Sinha, Chief Justice, Calcutta High Court. Dr. P. S. Lokanathan addressed it as the Chief Guest. A Radio-talk in Bengali on the provisions of the Income tax Act under the caption "Aayekarer Mukkatha" was broadcast through All India Radio, Calcutta centre on 20th September, 1965.

In the Central India Region the annual general meeting of the members of Central India regional constituency was held on 16th August, 1965, at which Mr. Raghu Nath Rai, President of the Institute was the chief guest of honour. Student libraries were established at Jaipur and Indore.

A talk by Mr. Justice S. K. Kapur of Punjab High Court on "Role of Chartered Accountants in Company Management" was organised by the Northern India Regional Council on 17th July, 1965. In the Vaidyanath Memorial Lecture Series, a talk by Shri N. Dandekar, M.P. on "Finance Bill, 1966" was delivered on 2nd March, 1966.

### B Branches of Regional Councils

Four branches in Southern Indian Region viz. Bangalore, Coimbatore, Hyderabad and Madurai and two in Western India Region viz. Ahmedabad and Poona also continued to function.

A three day programme on Financial Management had been organised by the Ahmedabad Branch of the Western India Regional Council in April, 1965. Other branches also held some lectures and study circle meetings in their respective cities.

## VII. MEMBERS

### A. Membership Changes

The number of members of the Institute on 31st March 1966 was 7332 an increase of 511 since 31st March 1965. During the year, 168 Associates were enrolled as Fellows compared to 162 in the previous year.

A table showing the number of members on 31st March, 1966 compared to the number on 31st March, 1965, is given as Appendix III.

### B. List of Members

The list of Members as on 1st April 1966 has been published and copies have been supplied on request to the members.

### C. Employment Register

There has been an increasing demand from trade and industry for members of the Institute. A list of candidates who secured first 25 ranks in the Final Examination of the Institute was sent to important industrial and business concerns with a view to assisting them in securing the services of talented persons for their organisations. The successful candidates in the Final Examination were also informed of the existence of the employment assistance provided by the Institute.

The total number of members on the Employment Register on 31st March, 1966 was 450 against 295 on 31st March 1965. During the year under report, recommendations were made to 7 concerns for employment of Chartered Accountants.

### D Relaxation of conditions under section 4(1)(iv)

In pursuance of clause (iv) of sub-section (1) of Section 4 of the Chartered Accountants Act, 1949, the Central Government amended the Notification No. S.O. 1577 dated 27th June 1961. Issued by the late Ministry of Commerce & Industry, Department of Company Law Administration as follows:—

"In paragraphs A(2)(b), B(1)(a) and B(2)(b) of the said Notification, for the words "public companies" the words "Public or Private Companies" shall be substituted".

### E. Recognition of Foreign Qualifications

The Council passed a resolution to the effect that those persons who had passed the final R.A. examination held under the Burma Auditors' Certificates Rules and had either undergone practical training or had been practising as Public Accountants and Auditors, but could not get themselves registered under the Burma A.C. Rules, being permanent residents of India, may be enrolled as members of the Institute under Section 4(1)(v) of the Chartered Accountants Act, 1949.

The Council has recognised the membership of the Institute of Chartered Accountants in Australia for purposes of enrolment under Section 4(1)(v) of the Chartered Accountants Act, 1949, subject to the condition that the applicants are permanent residents of India.

The Council has decided in principle, to recognise a part of the examination and/or training of the accountancy bodies recognised under Section 4(1)(v) of the C.A. Act, 1949, for purposes of membership of the Institute.

### F. Engagement in Agricultural Operations

The Council decided that permission be granted to members in practice to engage in agricultural and allied activities as sole proprietors, if necessary with the help of hired labour and that each case be considered on merits.

### G. Disciplinary Action

Details of the findings of the Council in the cases referred by it for enquiry to the Disciplinary Committee under Regulation 11(8) since last report are given in Appendix IV.

### H. Professional Ethics

The Council decided to issue the following statements which were published in "The Chartered Accountant":

(a) Publication of Photographs and Brief Particulars of members in Magazines (April 1965).

"The Council is of opinion that there should be no objection to the publication of photographs and brief particulars of members in Magazines provided no payment is made for such publication and there is no

advertising of professional qualifications. Members should use their discretion in supplying the information bearing in mind the nature and purpose of the publication and should not give the names of their clients or details of the services offered by them or their professional attainments."

(b) Charging of Premium under the new Regulations. (June 1966).

"Attention of the members in practice is invited to Regulation 31 of the Chartered Accountants Regulations which prescribes that no premium shall be charged or be payable in the case of articled clerks entering into service on or after the 18th day of July 1964. This provision is being specifically brought to the attention of the members so as to remove any misconception that there may be in their minds on this subject. The charging of premium is now completely prohibited under the Regulations and any member doing so will render himself liable for disciplinary action under Section 21 read with clause (i) of Part II of the Second Schedule to the Chartered Accountants Act, 1949."

## VIII. ARTICLED AND AUDIT CLERKS

### A. Fresh Enrolments

Comparative figures of the number of articled and audit clerks registered during the year, compared to those registered in the previous year, are given below:—

	1965-66	1964-65
Articled Clerks . . . . .	2011	2175
Audit Clerks . . . . .	950	647
TOTAL . . . . .	2961	2822

### B. Abolition of Preliminary Service

The scheme regarding registration of Preliminary Service was brought into force on 1st July 1961. During the course of the last 5 years, it was found that only in a small percentage of cases the clerks registered for Preliminary Service failed to register finally. The Council therefore decided that the formalities of Preliminary Service for articled and audit clerks be abolished. Necessary amendments have been made in the Regulations and from 1st April 1966, articled and audit clerks are not required to undergo such Service before registration with the Institute.

### C. Entry into Apprenticeship

For some time past, the Council has been concerned over the problem posed by repeated failures of some of the candidates in the examinations of the Institute. After analysing the problem the Council decided that persons who have secured less than 45 per cent marks in their degree examination or an examination recognised as equivalent to it should be required to pass the Preliminary Examination before taking up service under articles or as an audit clerk, as in the case of non-graduates at present.

Necessary amendments to the Chartered Accountants Regulations 1964 are being introduced to implement the above decision.

### D. Remission in the period of Practical Training

In light of the experience gained in the administration of the scheme for granting remission to bright students in the period of training, the Council introduced the following changes in the Chartered Accountants Regulations:—

- (1) That such candidates should enter into articled or audit service initially for the full term of four years or six years, as the case may be;
- (2) That the remission shall be given only on their passing the Intermediate Examination of the Institute in their first appearance (instead of the present practice of its being given the remission at the time of entry in service and its being retained only on passing the Intermediate Examination in the first appearance;

- (3) That remission be granted to candidates who pass the Intermediate Examination whether with or without moderation.

### E. Additional vacancies for training Articled Clerks

With a view to attracting bright students to the profession, the Council decided that it should be made permissible for a member to take as an additional articled clerk a person who has passed the degree examination of a recognised University securing not less than 60 per cent marks in the aggregate. The Council also decided that if the member concerned is a partner in one or more firms of Chartered Accountants in practice, none of his other partners shall be entitled to engage such an additional articled clerk.

The Chartered Accountants Regulations have been suitably amended effective from 1st April 1966 in respect of candidates who took up articled clerkship for the first time on or after the said date.

### F. Industrial Training

The numbers of the articled and audit clerks undergoing industrial training on 31st March 1966, as against those who were undergoing such training on 31st March 1965, are given below:—

	No. of clerks in industrial training	No. of industries in which the facility was available.
31/3/1965 . . . . .	54	91
31/3/1966 . . . . .	144	101

### G. Coaching Board

During the year under report 2051 students were enrolled for the Intermediate Course as against 2,069 in the previous year; also 770 students started tuition for the Final Examination as against 738 in the previous year. The increase in enrolment which had taken place in the previous year and was maintained during the year under review also had an impact on the number of students appearing for the examination of the Institute. Complete details in this regard are contained in Appendix V.

The attendance at the Revision Classes, during the year showed noticeable improvement on account of the change effected in the pattern of instructions. It was also possible to organise these classes at a number of places where these were not being held before. According to the new scheme, students attending the classes are provided with study material consisting of topics for class discussion, Seminar and Tutorial Papers. The scope of course is thus defined and it is ensured that due emphasis will be given to discussion of important topics. It is expected that in due course it would be possible to organise these classes in many more towns.

The Board has established small libraries for the use of students in a number of towns having a concentration of 50 or more students. This programme is expected to be completed during the current year. It has also been decided to improve the library facilities for students at the Regional Headquarters.

### H. Merit and Loan Scholarship Schemes

The Council at its meeting held in October 1965 approved the scheme of awarding five merit scholarships (one for each region), each of Rs. 50 payable monthly over a period of 18 months, on the basis of the result of every Intermediate Examination. The Council also approved that 20 loan scholarships, each of Rs. 75, payable monthly over a period of four years or until the articled clerk completed his period of service under the Regulations, whichever is shorter, to four articled clerks from each of the five regions.

Under the above scheme, five merit scholarships were awarded to candidates in respect of the November 1965 Intermediate Examination. The Loan scholarships will be awarded during the year 1966-67.



## I. Students' Association and their Branches

The Students' Associations and their branches were very active during the year. They held study lectures meetings, symposia, etc.

## IX. EXAMINATIONS

Examinations as usual were held in May and November 1965 at various centres all over India. The statistics regarding the number of candidates who appeared and those declared successful are given in Appendix VI.

## B. PRIZES AND CERTIFICATES OF MERIT.

Names of candidates who were awarded prizes and Certificates of Merit in these examinations are included in Appendix VII.

## C. REVISION OF SYLLABI.

The Council considered in detail the various aspects of training and examination in the light of the discussion that took place at the Fourth Conference of Asian and Pacific Accountants and came to the conclusion that the entire syllabus of the Chartered Accountants Examinations needs a change. The Council has directed the Examination Committee to go into the question of revision of the Syllabi for the Institute's Examinations and make its recommendations.

## D. G. BASU FOUNDATION AWARD.

The Council gratefully acknowledges the award by G. Basu and Co., Foundation in Accounting Research to be given in the form of a Gold Medal to be called "G. Basu Foundation Award for the best student of the year", the value of which will be Rs. 400/-. The following criteria have been laid for selecting the best student of the year:

- (i) Candidates appearing in both the Groups of the Final Examination held twice in a financial year would be eligible;
- (ii) the candidate should pass in both the Groups of the Final Examination at one sitting;
- (iii) the candidate obtaining the highest number of marks in the aggregate in the Final Examination will be eligible for the award; and
- (iv) in case more than one candidate obtains the same aggregate, the following further factors will be taken into consideration in making the selection:—
  - (a) the marks obtained at the Intermediate Chartered Accountants Examination;
  - (b) the marks obtained at the Degree Examination; and
  - (c) the time taken for passing the Final Examination after completion of the Intermediate Chartered Accountants Examination.

## X. OBITUARY

### A. SHRI LAL BAHADUR SHASTRI.

The Council when it met for the first time in March 1966 after the death of the Prime Minister, Shri Lal Bahadur Shastri, passed the following resolution and the members stood in silence for two minutes in memory of the departed soul:

"The Council of the Institute of Chartered Accountants of India places on record its deep sense of profound sorrow at the national calamity in the death of our Prime Minister, Shri Lal Bahadur Shastri and prays that the Almighty Lord grant eternal peace to the soul of our departed leader.

The Council joins most humbly in the tributes paid by national leaders and world statesmen to Shastriji.

The Council solemnly pledges to carry on its work for the betterment of the nation and further gives its solemn pledge that it shall never fight shy of truth when it is dangerous, nor make alliance with falsehood, when it would be convenient but shall always strive for the betterment of the nation by the cleanest possible practices.

May his soul rest in eternal peace."

Copies of the resolution were sent to Mrs. Shastri and to the Government of India.

## B. DEATH OF MEMBERS.

The Council records with regret the said demise during the year of the members whose names are given in Appendix VIII.

## XI. APPRECIATION

The Council wishes to place on record its grateful thanks to the Government for its continued support and assistance.

The Council also wishes to place on record its appreciation of the good work done by the Secretary, the Director of Studies other officers and staff during the year under report.

(C. Balakrishnan)	(R. Thakur)	(M. P. Chitale)
Secretary.	Vice-President.	President.

New Delhi,

Dated the 12th September, 1966.

## APPENDIX I

(Reference Sections IC and ID of the Report).

(A) *Members of the various Committees.*

(a) *Standing Committees.*

(i) *Executive Committee.*

Shri M. P. Chitale, President.  
Shri R. Thakur, Vice-President.  
Shri A. C. Basu.  
Shri M. H. Mody.  
Shri R. N. Rajam Aiyar.

(ii) *Examination Committee.*

Shri M. P. Chitale, President.  
Shri R. Thakur, Vice-President.  
Shri P. S. Bhargava.  
Shri P. K. Lahiri.  
Shri D. Rangaswamy.

(iii) *Disciplinary Committee.*

Shri M. P. Chitale, President.  
Shri R. Thakur, Vice-President.  
Shri N. K. Bhattacharyya.  
Shri H. B. Dhondy.  
Shri H. M. Majumdar.

(b) *Non-standing Committees.*

(i) *Research Committee.*

Shri H. B. Dhondy, Chairman.  
Shri M. H. Mody, Vice-Chairman.  
Shri M. C. Bhandari.  
Shri V. B. Haribhakti.  
Shri S. S. Kothari.  
Shri H. A. K. Rao.  
Shri H. M. Talati.  
Dr. R. C. Cooper }  
Shri P. M. Narielvala } (Co-opted under Section  
Shri B. N. Pardiwala } 17(2) of the Act).

(ii) *Post Graduate Course Committee*

Shri M. P. Chitale, Chairman.  
Shri H. M. Talati, Vice-Chairman.  
Shri H. B. Dhondy.  
Shri V. B. Haribhakti.  
Shri P. K. Lahiri.  
Shri A. M. Parikh.  
Shri H. A. K. Rao.  
Shri B. P. Roy.



(iii) *Professional Development Committee.*

Shri S. N. Desai, Chairman.  
 Shri B. P. Roy, Vice-Chairman.  
 Shri M. C. Bhandari.  
 Shri P. Brahmayya.  
 Shri H. B. Dhondy.  
 Shri C. S. Sastri.  
 Shri R. Thakur.  
 Shri R. Venkatesan.

Shri Y. C. Amin. }  
 Shri S. V. Ghatalia. } Co-opted under Section  
 Shri Y. H. Malegam. } 17(2) of the Act).  
 Shri C. P. Mukherjee }

(iv) *Taxation Committee.*

Shri P. Brahmayya, Chairman.  
 Shri G. S. Srivastava, Vice-Chairman.  
 Mr. J. Anderson.  
 Shri A. C. Basu.  
 Shri S. N. Desai.  
 Shri V. B. Haribhakti.  
 Shri S. S. Kothari.  
 Shri D. Rangaswamy.  
 Shri H. A. K. Rao.  
 Shri H. M. Talati.

Dr. R. C. Cooper }  
 Shri P. M. Narielvala } Co-opted under Section  
 Shri G. Saha. } 17(2) of the Act).

(v) *Coaching Board.*

Shri V. B. Haribhakti, Chairman.  
 Shri H. M. Majumdar, Vice-Chairman.  
 Shri P. K. Lahiri.  
 Shri A. M. Parikh.  
 Shri D. Rangaswamy.  
 Shri B. P. Roy.  
 Shri C. S. Sastri.  
 Shri H. M. Talati.

(vi) *Expert Advisory Committee.*

Shri H. B. Dhondy, Chairman.  
 Mr. J. Anderson, Vice-Chairman.  
 Shri M. P. Chitale.  
 Shri V. B. Haribhakti.  
 Shri M. H. Mody  
 Shri C. C. Chokshi (Co-opted under Section  
 17(2) of the Act).

(vii) *Shield Panel.*

Shri P. Brahmayya, Chairman.  
 Shri H. B. Dhondy, Vice-Chairman.  
 Shri M. P. Chitale.  
 Shri M. H. Mody.

(viii) *Adhoc Committee for looking into complaints of unjustifiable removal from Auditorship.*

Shri S. N. Desai, Chairman.  
 Shri R. N. Rajam Aiyar, Vice-Chairman.  
 Shri B. P. Roy.

(ix) *Employment Committee.*

Shri S. S. Kothari, Chairman.  
 Shri M. C. Bhandari, Vice-Chairman.  
 Shri P. S. Bhargava.  
 Shri A. M. Parikh.  
 Shri D. Rangaswamy.  
 Shri H. M. Talati.

(x) *Committee for establishing liaison with the Universities.*

Shri H. M. Majumdar, Chairman.  
 Shri V. B. Haribhakti, Vice-Chairman.

Shri M. C. Bhandari.  
 Shri P. K. Lahiri.  
 Shri A. M. Parikh.  
 Shri C. S. Sastri.  
 Shri H. M. Talati.

(xi) *Editorial Board*

Shri M. P. Chitale, Editor-in-Chief  
 Mr. J. Anderson  
 Shri S. N. Desai  
 Shri H. B. Dhondy  
 Shri V. B. Haribhakti  
 Shri M. H. Mody  
 Shri A. M. Parikh  
 Shri H. M. Talati

(c) *Special Committees constituted under Section 4(1) (iii) and 4(1) (iv).*

Shri M. P. Chitale, Chairman  
 Shri R. Thakur, Vice-Chairman  
 Shri B. P. Roy

(B) *Council & Committee Meetings*

	No. of meetings held in	
	1965-66	1964-65
1. Council	2	3
2. <i>Standing Committees.</i>		
(i) Executive Committee	3	3
(ii) Examination Committee	8	6
(iii) Disciplinary Committee	10	9
3. <i>Non-Standing Committees.</i>		
(i) Research	3	2
(ii) Post Graduate Course	4	5
(iii) Professional Development	3	2
(iv) Taxation	2	2
(v) Coaching Board	4	3
(vi) Expert Advisory	2	1
(vii) Shield Panel	1	
(viii) Ad Hoc Committee for looking into complaints of unjustifiable removals from auditorship		
(ix) Employment	2	2
(x) Committee for establishing liaison with the Universities	3	2
(xi) Editorial Board	12	13
4. <i>Special Committees.</i>		
(i) Under Section 4(1)(iii)	1	2
(ii) Under Section 4(1)(iv)		1

## APPENDIX II

## (Reference Section III C of the Report)

*Number of members appeared and declared successful at the Management Accounting Examination.*

	May 1965	Nov. 1965
Number of candidates appeared in tooth		
Groups	..	10
Passed in Both Groups	..	3
Passed in Group I only	..	1
Passed in Group II only		2
Number of candidates appeared in—		
Group I only	6	3
Number passed	1	1
Group II only	4	
Number passed	2	

APPENDIX III

(Reference Section VII A of the Report)

	ASSOCIATES		FELLOWS		TOTAL	
	31st March 1965	31st March 1966	31st March 1965	31st March 1966	31st March 1965	31st March 1966
Members holding Certificate of Practice . . . . .	2574	2671	2024	2125	4598	4796
Others . . . . .	2081	2356	142	180	2223	2536
TOTAL . . . . .	4655	5027	2166	2305	6821	7332

APPENDIX IV

(Reference Section VII G of the Report)

DISCIPLINARY ACTION AGAINST MEMBERS

Finding of the Council

*Failure to keep monies of client in a separate banking account.*

A member was found guilty of professional misconduct under Clauses (7) and (10) of Part I of the Second Schedule to the Act for being grossly negligent in the conduct of his professional duties and for not keeping monies of his client in a separate Banking account. The charge was one of misappropriation of funds held by him in his capacity as Official Liquidator and not maintaining proper records relating to the accounts of liquidation. The Council had recommended to the High Court removal of his name for a period of two years. The High Court however set aside the order of the Council but reprimanded the respondent by the warning that he should be more careful in future. It was held by the Court that Clauses (7) and (10) were not applicable. The liquidator in this case was not an auditor of the company in liquidation. He was therefore not practising his professional duties. Failure to discharge the liquidator's duties, qualiquidator alone cannot come strictly

within the meaning of professional duties as mentioned in Clause (7). Similarly Clause (10) did not apply as the company in liquidation was not a "client" of the liquidator appointed by the Court and the liquidator was not a "client" of the complainant within the meaning of Clause (10).

*Failure to examine how the debts became and were written off as bad.*

A member was found guilty of professional misconduct under Clauses (5) and (7) of Part I of the Second Schedule to the Act for failure to make proper and adequate enquiries about the basis on which provision for advance taxes was made and to examine how the debts became and were written off as bad. The Council had recommended to the High Court removal of his name for a period of six months. The High Court however acquitted the respondent in respect of the first charge and reprimanded him and awarded him a severe censure in respect of the second charge.

*Failure to disclose contravention of P.F. Rules.*

Appeal against the case mentioned in the report of the Council for the year ended 31st March 1964 where the member found guilty by the Council was acquitted by the High Court is still pending in the Supreme Court.

APPENDIX V

(Reference Section VIII G of the Report)

Number of students enrolled during the year 1965-66

	INTERMEDIATE		FINAL			
			Group I		Group II	
Number of students on the Roll on 1st April, 1965 . . . . .	(3648)	4327	(1149)	1173	(1213)	1246
Enrolled during 1965-66 (upto 31st March, 1966) . . . . .	(2073)	2053	(701)	748	(738)	769
	(5721)	6380	(1850)	1921	(1951)	2015
Number of students who completed tuition including 160 students who discontinued tuition during the year for the Intermediate course. . . . .	(1394)	1741	(677)	745	(705)	805
	(4327)	4639	(1173)	1176	(1246)	1210

The figures shown in the brackets are figures for the previous year,

## APPENDIX VI

(Reference Section IX-A of the Report)

## Particulars of Examinations

							1964-65		1965-66					
							No. of candi- dates who appeared	No. of candi- dates passed	No. of candi- dates who appeared	No. of candi- dates passed				
PRELIMINARY EXAMINATION . . . . .							219	53	238	56				
INTERMEDIATE EXAMINATION . . . . .							2643	706	3867	748				
<hr/>														
FINAL EXAMINATION														
							No. of candi- dates appeared in both Groups	No. of candi- dates passed in both Groups	No. of candi- dates who passed in Group I only	No. of candi- dates who passed in Group II only	No. of candi- dates who appeared in Group I only	No. of candi- dates passed	No. of candi- dates who appeared in Group II only	No. of candi- dates passed
1964-65 . . . . .							725	193	99	156	1433	371	927	404
1965-66 . . . . .							803	196	117	165	1419	341	921	298

## APPENDIX VII

(Reference Section IX-B of the Report)

## Final Examination

	May 1965	November 1965
1. G.P. Kapadia (First President) Gold Medal.	Uttam Narcinv Bene	K. Ramakrishnan
2. Sir Shapoorji Billimoria Prize (value Rs. 200/-) for the best paper on Accountancy.	Anup Kumar Bose	S. A. Murali Prasad
3. A.F. Ferguson Cash Prize of Rs. 200/- for the best paper on Auditing.	Uttam Narcinv Bene	K. Ramakrishnan
4. N.M. Shah Prize (Value Rs. 200/-) for the best paper on Taxation.	Uttam Narcinv Bene	Aryind Kumar Nahar
5. Certificates of Merit		
Ist Rank . . . . .	Uttam Narcinv Bene	K. Ramakrishnan
IIInd Rank . . . . .	Anup Kumar Bose	S. A. Murali Prasad
IIIrd Rank . . . . .	Dharm Vir Taneja	A.R. Subramanian

## Intermediate Examination

1. G.P. Kapadia (First President) Silver Medal	L. Venkatesan	Mohanlal Babulal Agrawal
2. Certificates of Merit		
Ist Rank . . . . .	L. Venkatesan	Mohanlal Babulal Agrawal
IIInd Rank . . . . .	Upendra Mohanlal Saraiya	Anand Kishore Rath
IIIrd Rank . . . . .	Probir Kumar Mazumdar	Darshan Kumar

## APPENDIX VIII

(Reference Section X-B of the Report)

Names of Members who expired during the year 1965-66.

S.No.	Name	Member- ship No.
1.	Shri Mehta, Ramprasad Chimanlal . . . . .	56
2.	„ Ray, Amiya Nath . . . . .	69
3.	„ Naik, Khandubhai Manibhai . . . . .	76
4.	„ Patel, Jehangir Hormusji . . . . .	110
5.	„ Pagdivala, Kaikobad Nusservanji . . . . .	125
6.	„ Davar, Maneck Ardeshir . . . . .	176
7.	„ Sivaram, Lakshmana . . . . .	214
8.	„ Gupta, Monshilal Chitarmal . . . . .	263
9.	„ Demetrius, St. John . . . . .	287
10.	„ Warerkar, Bhaskar Vishnu . . . . .	359
11.	„ Agarwal, Narainlal . . . . .	376
12.	„ Ramachandrarao, Pottury . . . . .	439
13.	„ Dalal, Champaklal Lallobhai . . . . .	504
14.	„ Rao, Ganginedy Venkata Ramanuja . . . . .	656
15.	„ Kar, Purnendu Mohan . . . . .	818
16.	„ Bhukhanwala, Dhansukhlal Vijubhai Atmaram . . . . .	825
17.	„ Patel, Raojibhai Bhailalbhai . . . . .	1069
18.	„ Hill, Frederic Montague . . . . .	1088
19.	„ Banerjee, Jitendra Nath . . . . .	1113
20.	„ Cooper, Framji Cawasji . . . . .	1149
21.	„ Bose, Kiron Chandra . . . . .	1289
22.	„ Kelleit, Frank Maynard . . . . .	1523
23.	„ Ayyar, M. R. Balasubrahmanya . . . . .	1563
24.	„ Joshi, Ramchandra Trimbak . . . . .	1739
25.	„ Kaher, Amir Chand . . . . .	1783
26.	„ Govind Ram . . . . .	2488
27.	„ Rau, I. V. Karunaker . . . . .	2898
28.	„ Desai, Bhupendra Nanubhai . . . . .	3287
29.	„ Chaudhuri, Rathi Bhushan . . . . .	3491
30.	„ Damle, Govind Sakhamam . . . . .	4547
31.	„ Lala, Rustom Jamshedji . . . . .	4737
32.	„ Agarwal, Uma Shanker . . . . .	6975

THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA, NEW DELHI:

Balance Sheet as at 31st March 1966

31-3-1965 Rs.	Rs.	FUNDS AND LIABILITIES	Rs.	31-3-66 Rs.	31-3-65 Rs.	Rs.	PROPERTY AND ASSETS	Rs.	31-3-66 Rs.
		I. Capital Reserve Account					I. Fixed Assets		
		Transferred from General Reserve Account			19,19,869		Per Schedule 'C' Annexed		19,29,715
		Add Entrance Fee per Schedule 'A' Annexed	20,05,081				II. Investments, at Cost		
			2,17,043	22,21,124	14,10,784		Per Schedule 'D' Annexed.		17,63,922
		II. General Reserve Account					Face Value	Rs. 17,64,824	
26,27,456		Balance as at 31-3-1965	24,11,485				Market Value		
		Less Transferred to Capital Reserve Account	20,05,081				Quoted:	Rs. 8,57,323	
			4,06,404		5,69,982		Unquoted:	Rs. 8,54,824	
		Less Excess of Expenditure over Income per Income & Expenditure Account	20,193	3,86,211			III. Research Fund Investment, at Cost		5,69,982
24,11,485	2,15,971						Per Schedule 'E' Annexed.		
		III. Research Fund			35,028		Face Value:	Rs. 6,05,000	
		(Invested per contra)					Market Value:	Rs. 5,28,359	
5,70,000		Balance as at 31-3-1965		5,70,000			IV. Medals & Prizes Fund Investments, at Cost		35,028
		IV. Coaching Board					Per Schedule 'F' Annexed.		
	75,000	Balance as at 31-3-1965					Face Value:	Rs. 40,700	
		(a) Amount allocated by the Council	75,000				Market Value:	Rs. 28,322	
1,50,000	75,000	(b) Grant from Govt.	75,000	1,50,000			V. Current Assets		
		V. Education Account					1. Stock of		
4,676		Balance as at 31-3-65		4,676			(a) Publications at Cost	45,968	
		VI. Students' Association Fee Reserve					(b) Paper & Stationery at Cost	37,108	83,076
9,456		Balance as at 31-3-1965	9,456				2. Debtors (Unsecured) Considered goods.		
		Additions	1,987	11,443			(a) Rent Recoverable	1,04,104	
		VIII. Medals & Prizes Fund					(b) Others	85,835	1,89,939
37,759		Per Schedule 'B' Annexed		37,684			3. (a) Security & other deposits	13,845	
							(b) Staff Security deposit investment at cost	3,265	17,110
							4. Advances & Prepayments		53,359
							5. Interest accrued		31,188
							Cash & Bank Balances:		
							(a) Cash & Stamps in hand		7,513
							(b) In current a/cs. with the Bankers (including		
							(a)	Rs. 33,190	
							(b)	Rs. 3,960	
							respectively earmarked for		
							(a) 'Research' &		
							(b) 'Medals & Prizes Fund')		
				7,02,743	3,83,375			4,28,550	8,10,73
31 83,376		CARRIED OVER		33,82,138	46,38,406		CARRIED OVER		51,09,38

31-3-65 Rs.	Rs.	FUNDS AND LIABILITIES	Rs.	Rs.	31-3-66 Rs.	31-3-65 Rs.	PROPERTY AND ASSETS	Rs.	31-3-66 Rs.
31,83,376		BROUGHT FORWARD			33,82,138	46,38,406	BROUGHT FORWARDED		51,09,382
		VIII. <i>Developmental Activities A/C.</i>					VI. <i>Miscellaneous Expenses for Implementation of Coaching Scheme</i>		
		(a) Regional Councils Libraries					Per last Balance Sheet	2,889	
	71,342	Fund Account				2,889	Less Written off	2,889	
		Balance as at 31-3-65	71,342						
		Additions	210	71,552					
		(b) Research in 'Price fixation' Account							
	20,000	Balance as at 31-3-65		20,000					
		(c) Management Accounting Research & Publication Account.							
98,481	7,059	Balance as at 31-3-65		7,059	98,611				
		IX. <i>Provision for Gratuity</i> (See Note No. 1.)			25,792				
		X. <i>Liabilities</i>							
4,75,183	6,21,440	1. <i>Tuition fee received in advance</i>	8,70,617						
	1,46,257	Less Tuition Fee Instalments recoverable	2,03,808	6,66,809					
		2. <i>Fees and Subscriptions received in advance</i>							
	1,73,022	(a) Membership		3,25,729					
	2,33,642	(b) Examinations		2,70,748					
	7,214	(c) Journal		8,790					
	9,906	(d) Revision Course		8,882					
	4,23,784			6,14,149					
	3,265	3. <i>Staff Security Deposit</i> (Part invested per contra)		4,265					
		4. CREDITORS :							
	1,35,031	(a) For expenses	1,48,447						
8,84,335	3,22,255	(b) Others	1,69,171	3,17,618	9,36,032				
46,41,295		TOTAL			51,09,382	46,41,295	TOTAL		51,09,382

Note No. 1, Re. Gratuity —Contingent liability as on 31st March 1966 for retirement gratuities payable in future in respect of all the employees of the Institute would amount to Rs.1,16,026/-.

S. R. SIRCAR  
Chief Accountant

C. BALAKRISHNAN  
Secretary

R. THAKUR  
Vice-President

NEW DELHI:

Dated: 10th September, 1966.

M. P. CHITALE  
President

P. R. MEHRA M. R. VENKATARAMAN  
Chartered Accountants, Auditors.

---

AUDITORS REPORT

---

We have audited the Balance Sheet as at 31st March, 1966 of the Institute of Chartered Accountants of India and also the annexed Income and Expenditure Account for the year ended on that date incorporating Assets & Liabilities of Coaching Board and accounts of the Regional Councils, Branches of Regional Councils, Students Associations and Branches of Students Associations and report that:—

1. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. The Balance Sheet and the Income and Expenditure Account dealt with by the

report are in agreement with the books of Accounts.

3. In our opinion the accounts are maintained in conformity with the requirements of the Chartered Accountants Act, 1949.
  4. In our opinion and to the best of our information and according to the explanations given to us the statements with the schedules attached and annexures thereto, give a true and fair view.
    - (i) in the case of the Balance Sheet, of the state of affairs as on 31st March, 1966, and
    - (ii) in the case of the Income and Expenditure Account of the excess of expenditure over the income for the year ended on that date.
-

1964-65 Rs.	Rs.	EXPENDITURE	Rs.	1965-66 Rs.	1964-65 Rs.	Rs.	INCOME	Rs.	1965-66 Rs.
		<i>To General Establishment</i>					<i>By Fees from Members</i>		
	2,80,121	(a) Salaries & Allowances . . . . .	3,23,491				<i>Membership Fee :</i>		
	14,092	(b) Contribution to Provident Fund . . . . .	17,107			1,26,014	(a) Associates . . . . .	1,37,956	
	8,962	(c) Medical Aid to Staff . . . . .	10,086			1,80,857	(b) Fellows . . . . .	1,93,141	
	435	(d) Travel Concession to Staff . . . . .	1,282						
3,03,610	..	(e) Provision for Gratuity . . . . .	19,131	3,71,097		3,06,871		3,31,097	
	1,31,668	<i>To Printing &amp; Stationery</i>	83,127				<i>Less</i>		
	31,199	„ Printing of Books of Professional Interest . . . . .	..			33,400	Allocated towards Subscription for Journal . . . . .	36,280	
1,71,248	8,381	„ Members Hand Book . . . . .	8,610	1,737		2,73,471		2,94,817	
	67,596	„ Postage & Telegrams . . . . .	60,199			72,604	<i>Certificate of Practice Fee :</i>		
77,992	10,396	„ Telephones & Trunk Calls . . . . .	6,914	67,113		57,148	(a) Associates . . . . .	1,34,300	
		„ Travelling Expenses :			4,05,063	1,840	(b) Fellows . . . . .	1,07,450	2,41,750
	38,618	(a) Council & Committee Members . . . . .	39,317		41,040		Restoration Fee & Arrears . . . . .	53	5,36,620
	2,892	(b) Staff . . . . .	6,174			10,440	<i>REGIONAL COUNCIL FEES :</i>		73,627
1,44,801	3,291	(c) Regional Councils' Chairmen & Secretaries . . . . .	..	45,491		(—)2,088	Students Council Fee . . . . .	9,935	
	35,217	„ General Charges . . . . .		47,904		8,352	<i>Less Reserve</i> . . . . .	1,987	
		„ Building & Other Expenses :			9,257	905	Students Assn. Fees & Arrears . . . . .	7,948	8,374
	24,057	(a) Electricity, Rates & Taxes . . . . .	24,053				<i>By Registration Fee :</i>		
42,200	18,143	(b) Repair & Maintenance . . . . .	27,675	51,728	69,420	57,120	(a) Articled Clerks . . . . .	67,560	
		„ Regional Councils Buildings maintenance, Taxes and other Expenses:				12,300	(b) Audit Clerks . . . . .	22,170	89,730
	6,150	(a) Western India . . . . .	4,081			6,750	„ Income from Examination :		
	9,442	(b) Southern India . . . . .	30,565			1,43,208	(a) Preliminary . . . . .	8,268	
	3,443	(c) Eastern India . . . . .	3,493			1,93,209	(b) Intermediate . . . . .	2,22,781	
19,035	..	(d) Excess provn. of Rent Income from S.I. Bldg. written off . . . . .	23,396	61,535	3,44,972	1,805	(c) Final . . . . .	2,09,854	
					2,550		(d) Miscellaneous . . . . .	2,155	4,43,058
					6,500		„ POST GRADUATE COURSE EXAM. FEE (including Fees for Practical Training) . . . . .		3,300
							„ TAXES ELECTRICITY, DEPRECIATION & COMMON CHARGES ALLOCATED TO COACHING BOARD . . . . .		15,000



(CONSOLIDATED)

1965-66 Rs.	Rs.	EXPENDITURE	Rs.	1965-66 Rs.	1964-65 Rs.	Rs.	INCOME	Rs.	1965-66 Rs.
5,000		„ Audit Fee . . . . .		9,000			By COACHING BOARD'S CONTRIBUTION ON ACCOUNT OF DECENTRALISATION SCHEME . . . . .		25,522
9,141		„ Legal Charges . . . . .		4,296	20,582		„ Income from Regional Council Buildings :		
		„ Disciplinary Cases Expenses :			47,697	5,697	(a) Western India . . . . .	6,104	
						42,000	(b) Southern India . . . . .	33,000	39,104
22,555		(a) Establishment . . . . .	25,538				„ Other Income :		
16,315		(b) Travelling Exp. . . . .	18,117			4,233	(a) Profit on Sale of Pub. . . . .	4,786	
1,801		(c) Travelling Exp. Witnesses . . . . .	1,329			25,522	(b) Interest from Investments . . . . .	26,930	
4,350		(d) Counsels Fees . . . . .	5,951			3,000	(c) Unutilised Prov. towards the grants of Br. of R.Cs. of the Previous year . . . . .		
		(e) Disc. Cases Books (Professional Ethics . Short Notes on High Court's Decision) . . . . .	9,035			44,699	(d) Miscellaneous . . . . .	6,074	37,790
	260	(f) General Charges . . . . .	348				„ COACHING BOARD :		
							Per statement No. I Annexed . . . . .		14,232
45,720	439	(g) Section 24 cases Exp. . . . .		60,318	2,15,971		„ EXCESS OF EXP. OVER INCOME TRANS- FERRED TO GENERAL RESERVE ACCOUNT		20,193

(CONSOLIDATED)

1964-65 Rs.	Rs.	EXPENDITURE	Rs.	1965-66 Rs.	1964-65 Rs.	Rs.	INCOME	Rs.	1965-66 Rs.
		To EXAMINATION (Note 1)							
	49,771	(a) Establishment . . . . .	51,198						
	11,511	(b) Printing & Stationery . . . . .	19,137						
	5,403	(c) Printing & Question Papers . . . . .	6,463						
	9,557	(d) Travelling Expenses . . . . .	18,509						
	1,199	(e) T.A. to Prize Winners . . . . .	767						
	1,04,342	(f) Remuneration to Examiners, Supdt., Invigilators etc. . . . .	1,18,534						
	20,558	(g) Arrangement for Exam. . . . .	23,983						
	4,955	(h) Publicity . . . . .	8,489						
2,30,705	23,409	(i) Freight & Misc. Expenses . . . . .	29,100	2,76,180					
7,392		„ EXPENDITURE ON POST GRADUATE COURSE IN MANAGEMENT ACCOUNTING (INCLUDING EXAM.) . . . . .		7,912					
35,694		„ ELECTION EXPENSES . . . . .		..					
12,136		„ PUBLICATION OF 50 YEARS HISTORY OF ACCOUNTANCY PROFESSION . . . . .		8,096					
10,511		„ DEFICIT ON REVISION & INTRODUCTORY COURSE . . . . .		7,247					
47,817		„ DEFICIT ON JOURNAL EXPENSES : Per Statement No. II Annexed . . . . .		78,48					
22,911		„ DEFICIT ON RESEARCH EXPENSES Per Statement No. III Annexed . . . . .		8,979					
..		„ GRANTS TO THE BRANCHES OF STUDENTS ASSOCIATIONS . . . . .		150					
8,439		„ SEMINAR, SYMPOSIUM, STUDY CIRCLE & INDUSTRIAL VISITS EXPENSES . . . . .		4,585					

1964-65 Rs.	Rs.	EXPENDITURE	Rs.	1965-66 Rs.	1964-65 Rs.	Rs.	INCOME	1965-66 Rs.
486		To EXPENSES TOWARDS ASIAN & PACIFIC ACCOUNTANTS CONFERENCE						
		1. T.A. Conference Committee Members etc.	9,612					
		2. Share of Deficit . . . . .	13,748	23,360				
		„ CONTRIBUTION TOWARDS SOUTHERN INDIA REGIONAL COUNCIL, TAXATION SEMINAR . . . . .		1,000				
..		„ GRANT OF MERIT SCHOLARSHIP . . . . .		250				
77,197		„ DEPRECIATION . . . . .		80,114				
499		„ S. VAIDYANATH AIYAR MEMORIAL LECTURES EXPENSES :						
12,07,751		TOTAL . . . . .		13,06,550	12,07,751			13,06,550

NOTE : 1. The Expenditure charged under the head "Examination Expenses" does not include any charge in respect of the substantial amount of time which the Institute's staff devotes to examination work or in respect of the use of the Institute's premises.

S. R. SIRCAR  
Chief Accountant

C. BALAKRISHNAN  
Secretary

R. THAKUR  
Vice-President

M. P. CHITALE  
President

P. R. MEHRA M. R. VENKATARAMAN  
Chartered Accountants. Auditors.

NEW DELHI :  
Dated 10 September, 1966.

## Annexure to Balance Sheet

**THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA,  
NEW DELHI  
(COACHING BOARD)**

*Statement No. I—Income and Expenditure for the year ended 31st March, 1966*

1964-65		Expenditure	1965-66		1964-65	Income	1965-66	
Rs.	Rs.		Rs.	Rs.	Rs.		Rs.	Rs.
		<i>To General Establishment</i>			10,540	<i>By Registration Fee</i>		10,355
	1,35,887	„ Salaries & Allowances	1,61,679			„ Tuition Fee	4,76,788	
	3,858	„ Contribution to P. Fund	6,661			„ Less : Amount written off as irrecoverable	4,605	4,72,183
	3,891	„ Medical Aid to Staff	4,023		4,37,666	„ Additional Fee for replacement of literature & Revision Course Fee		4,857
	..	„ Travel Con. to Staff	1,017					
1,43,635	..	„ Provision for gratuity	6,397	1,79,777	8,549			
	19,417	„ Printing & Stationery	19,549					
71,166	54,749	„ Duplicating & Stenciling of Instructional Materials	56,031	75,580	5,003	„ Tuition Fee forfeited		27,003
	45,724	„ Postage & Telegrams	34,261			„ Other Income		
46,987	1,263	„ Telephones & Trunk Calls	856	35,117	23,205	„ Interest on Investments	35,767	
					2,022	„ Miscellaneous Receipts	6,292	
					504	„ Profit on Sale of Suggested Answers	2,510	44,569
5,640		„ Travelling Expenses		7,529				
9,734		„ General charges		11,757				
1,55,057		„ Remuneration to Part-time Tutors		1,61,874				
6,500		„ Taxes, Electricity, Depreciations and Common Charges		15,000				
..		„ Deficit on oral classes		3,422				
2,150		„ Remuneration to Experts for preparing Revision Papers		1,800				
	4,373	„ Depreciation on Assets	4,597					
25,090	20,717	„ Cost of Printed Materials and copyrights written off	19,870	24,467				
20,581		„ Contribution towards the deficit of Regional Councils		25,523				
948		„ Preliminary Expenses w/o.		2,899				
		„ Excess of Income over Expenditure Transferred to Institute A/c.		14,232				
4,87,489		TOTAL		5,58,967	4,87,489	TOTAL		5,58,967
(S. R. SIRCAR, Chief Accountant.		(B. R. MALHOTRA) Director of Studies.		(V. B. HARIBHAKTI) Chairman.				

*Annexure to Balance Sheet***THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA, NEW DELHI***Statement No. II—"Journal"—Income & Expenditure Account for the year ended 31st March, 1966*

1964-65	Expenditure	1965-66	1964-65	Income	1965-66
Rs.		Rs.	Rs.		Rs.
29,916	To Establishment . . . . .	22,921	33,400	By Allocation from Membership Fees towards Subscription for Journal . . . . .	36,280
41,946	„ Paper . . . . .	62,398			
29,620	„ Printing & Binding . . . . .	42,777	13,486	„ Subscription for Journal . . . . .	15,046
6,870	„ Packing & Forwarding . . . . .	7,845	10,797	„ Advertisement in Journal . . . . .	15,863
4,039	„ Postage . . . . .	5,424	47,817	„ Excess of Expenditure over income transferred to Institute's Income and Expenditure Account . . . . .	78,458
..	„ Remuneration to 'Articles' Contribution . . . . .	162			
..	„ A.B.C. Audit Fee . . . . .	750			
2,109	„ General Charges (including Stationery)	3,370			
1,05,500	TOTAL . . . . .	1,45,647	1,05,500	TOTAL . . . . .	1,45,647
(S. R. SIRCAR)	(C. BALAKRISHNAN)	(R. THAKUR)	(M. P. CHITALE)	(P. R. MEHRA)	(M. R. VENKATARAMAN)
Chief Accountant.	Secretary.	Vice-President.	President.	Chartered Accountants.	Auditors.

## Annexure to Balance sheet

**THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA**  
*"Research"—Income & Expenditure Account for the year ended 31st March, 1966*  
*Statement No. III*

1964-65	Expenditure	1965-66	1964-65	Income	1965-66
Rs.		Rs.	Rs.		Rs.
6,449	To Establishment.	6,691	19,289	By Interest from Research Fund Investments	19,896
1,039	„ Cost of Shield and plaques for the best presented Accounts	1,181	124	„ Profit on Sale of Research Publications.	73
4,604	„ Travelling Expenses.	5,255			
205	„ Printing & Stationery	203	100	„ Miscellaneous Receipts	75
118	„ Postage Telegrams & Telephones	100		„ Nanubhai V. Desai Research Scholarship	Rs. 2,500
3,144	„ General charges (including Exp. on Advertisement).	7,984		Less : Expenditure on collection of Statistics Re: Qualified reports on Balance Sheet	Rs. 2,500
21,865	„ Printing & Supplying of opinion on certain Sections of Companies Act. [See 227(1A)].	7,209	22,911	„ Excess of Expenditure over Income transferred to Institute's Income & Expenditure account.	8,979
	„ Financial Assistance for Research Study	400			
5,000	„ Contribution for carrying on Research jointly with Association of Indian Trade & Industry				
42,424	TOTAL	29,023	42,424	TOTAL	29,023
(S. R. SIRCAR)	(C. BALAKRISHAN)	(R. THAKUR)	(M. P. CHITALE)	(P. R. MEHRA)	(M. R. VENKATARAMAN)
Chief Accountant.	Secretary.	Vice-President.	President.	Chartered Accountants.	Auditors.

*Annexure to Balance Sheet***THE INSTITUTE OF CHARTERED ACCOUNTANT OF INDIA, NEW DELHI.****SCHEDULE "A"****SCHEDULE OF ENTRANCE FEES AS ON 31ST MARCH, 1966**

	Rs.	Rs
(a) <i>Fellows</i> :		
Received during the year 1st April, 1965 to 31st March, 1966 . . . . .		33,600
(b) <i>Associates</i> :		
(i) Instalments due as on 31st March, 1965 . . . . .	1,73,967	
<i>Add</i> Amount recovered on restoration . . . . .	200	
(ii) Recoverable during the year 1st April, 1965 to 31st March, 1966 . . . . .	1,74,600	
	<u>3,48,767</u>	
(iii) <i>Less</i> : (a) Instalments due as on 31st March, 1966 . . . . .	1,65,324	1,83,443
		<u>2,17,043</u>

(S. R. SIRCAR) (C. BALAKRISHNAN) (R. THAKUR)  
*Chief Accountant. Secretary. Vice-President.*

(M.P. CHITALE) (J. R. MEHRA) (M. R. VENKATARAMAN)  
*President. Chartered Accountants. Auditors.*



### Annexure to Balance Sheet

**THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA, NEW DELHI**

### SCHEDULE "B"

SCHEDULE OF MEDALS AND PRIZES FUND AS ON 21ST MARCH, 1966

Sl. No.	Names of the Funds.	Endowments	Income earned	Total (col. 3 & 4)	Less : Cost of Medals & Prizes Awarded	Balance
		Rs.	Rs.	Rs.	Rs.	Rs.
1	G. P. Kapadia (1st President) Medal Fund.	20,000	B/F. For the year	1,461 550	{ 427 475 (Pre-paid)	21,109
2	Miss R. Sivabhogam Locket Fund.	5,000	B/F. For the Year	1,175 212		6,383
3	Sir Shapoorji Billimoria Prize Fund.	10,024	B/F.	471	10,594	402
TOTAL		35,024		3,968	38,992	1,308
S. R. SIRCAR, Chief Accountant.	C. BALAKRISHNAN, Secreatry	R. THAKUR, Vice-President	M.P. CHITALE, President	P.R. MEHRA, Chartered Accountants,	M.R. VENKATARAMAN, Auditors.	

## SCHEDULE 'C'

## SCHEDULE OF FIXED ASSETS AS ON 31ST MARCH, 1966.

Serial No.	Nature of Assets	Cost				Depreciation						
		Upto 31-3-65	Additions	Total	Less Sold/ Discarded	Total upto 31-3-66	Total upto 31-3-65	For the year	Total	Loss on Assets sold/ discarded	Total Upto 31-3-66	Book Value as on 31-3-66
		Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
1	Lease-Hold Land . . . . .	2,158	..	2,158	..	2,158	..	..	..	..	..	2,158
2	<i>Buildings at :—</i>											
	(a) New Delhi (Central Council) . . . . .	4,66,599	..	4,66,599	..	4,66,599	1,47,626	7,974	1,55,600	..	1,55,600	3,10,999
	(b) Bombay (W.I.R.C. Council) . . . . .	4,22,571	8,755	4,31,326	..	4,31,326	28,414	9,963	38,377	..	38,377	3,92,949
	(c) Madras (S.I.R. Council) . . . . .	4,93,963	..	4,93,963	..	4,93,963	23,548	11,760	35,308	..	35,308	4,58,655
	(d) Calcutta (E.I.R. Council) . . . . .	3,87,840	..	3,87,840	..	3,87,840	44,458	8,584	53,042	..	53,042	3,34,798
3	<i>Electric Installations and Fittings:—</i>											
	(a) At New Delhi . . . . .	60,728	2,087	62,815	..	62,815	39,116	2,272	41,388	..	41,388	21,427
	(b) At W.I. Reg. Council . . . . .	..	5,978	5,978	..	5,978	..	300	300	..	300	5,678
4	Air Conditioning Installations . . . . .	1,41,064	..	1,41,064	..	1,41,064	84,124	5,694	89,818	..	89,818	51,246
5	<i>Furniture, Fixtures and safe at :—</i>											
	(a) New Delhi (Central Council) . . . . .	1,71,333	12,888	1,84,221	..	1,84,221	73,312	6,238	79,550	..	79,550	1,04,671
	(b) Regional Councils, Students Associations and their Branches . . . . .	89,688	26,989	1,16,677	..	1,16,677	21,605	4,728	26,333	..	26,333	90,344
6	<i>Office Equipments at :—</i>											
	(a) New Delhi (Central Council) . . . . .	71,558	26,303	97,861	..	97,861	44,688	7,903	52,591	..	52,591	45,270
	(b) Regional Councils, Students Associations and their Branches . . . . .	15,313	2,927	18,240	..	18,240	8,072	818	8,890	..	8,890	9,350
7	<i>Library Books at</i>											
	(a) New Delhi (Central Council) . . . . .	77,559	6,032	83,591	..	83,591	48,725	6,370	55,095	..	55,095	28,496
	(b) Regional Councils, Students Associations and their Branches . . . . .	96,518	8,199	1,04,717	..	1,04,717	51,832	9,206	61,038	..	61,038	43,679
8	Motor Car . . . . .	16,721	..	16,721	..	16,721	2,229	2,898	5,127	..	5,127	11,594
9	Cost of Acquiring copy-right . . . . .	51,016	..	51,016	..	51,016	39,648	5,102	44,750	..	44,750	6,266
10	Cost of Instructional Materials . . . . .	94,488	14,267	1,08,755	..	1,08,755	81,851	14,768	96,619	..	96,619	12,136
	<b>TOTAL</b> . . . . .	26,59,117	1,14,425	27,73,542	..	27,73,542	7,39,248	1,04,578	8,43,826	..	8,43,826	19,29,716

S. R. SIRCAR,  
Chief Accountant.C. BALAKRISNAN,  
Secretary.R. THAKUR,  
Vice-President.M. P. CHITALE,  
President.P. R. MEHRA, M. R. VENKATARAMAN,  
Chartered Accountants, Auditors.

Annexure to Balance Sheets

SCHEDULE 'D'

SCHEDULE OF INVESTMENTS AS ON 31ST MARCH, 1966

Serial No.	Particulars	Cost Rs.	Face Value Rs.	Market Value Rs.	Interest accrued Rs.	Total (Cols. 3 & 6) Rs.
1	2	3	4	5	6	7
CENTRAL COUNCIL						
1	4 % Ten Year Treasury Savings Deposit Certificates	50,000	50,000	—	1,639	51,639
2	12 Year National Defence Certificates	1,00,000	1,00,000	—	4,000	1,04,000
3	3 % 1st Development Loan, 1970-75	46,625	50,000	42,500	692	47,317
4	4-1/4 % Madras State Development Loan, 1970	1,01,200	1,00,000	93,500	1,002	1,02,202
5	4-1/4 % Maharashtra State Development Loan 1969	50,150	50,000	48,050	89	50,239
6	4-1/4 % Maharashtra State Development Loan, 1970	1,02,610	1,00,000	93,000	908	1,03,518
7	4-1/4 % Mysore State Development Loan, 1969	50,100	50,000	48,175	89	50,189
8	4-1/4 % Orissa State Development Loan, 1970	1,01,100	1,00,000	98,400	1,002	1,02,102
9	4 % Madras Loan 1968	49,425	50,000	48,300	156	49,581
10	Fixed Deposit with the State Bank of India	2,50,000	2,50,000	—	—	2,50,000
COACHING BOARD						
11	4-1/4 % Bombay State Development Loan, 1969	84,867	85,000	81,685	158	85,025
12	4 % Madras Loan, 1968	1,23,375	1,25,000	1,20,750	381	1,23,756
13	4 % Loan, 1973	50,208	50,000	47,625	767	50,975
14	4 % West Bengal Loan, 1971	25,038	25,000	22,988	111	25,149
15	4-1/2 % Ten Year Defence Deposit Certificates	40,000	40,000	—	1,350	41,350
16	P.O. 12 Year National Plan Saving Certificates	40,000	40,000	—	11,400	51,400
17	P.O. 12 Year National Defence Certificates	60,000	60,000	—	—	60,000
18	4 % West Bengal Loan, 1969	24,938	25,000	23,625	86	25,024
19	4-1/4 % Maharashtra State Development Loan, 1972	50,000	50,000	45,350	157	50,157
20	4-1/2 % Maharashtra State Development 1974	25,000	25,000	22,000	663	25,663
21	4-1/2 % U.P. Development Loan, 1974	24,462	25,000	21,375	662	25,124
22	5 year Fixed Deposit Receipt with State Bank of India	3,02,750	3,02,750	—	2,411	3,05,161
WESTERN INDIA REGIONAL COUNCIL						
23	Fixed Deposit with Central Bank of India Ltd.	12,074	12,074	—	11	12,085
TOTAL		17,63,922	17,64,824		27,734	17,91,656

(S. R. SIRCAR)  
Chief Accountant.

(C. BALAKRISHNAN)  
Secretary

(R. THAKUR)  
Vice-President

(M. P. CHITALE)  
President

(P. R. MEHRA) (M. R. VENKATARAMAN)  
Chartered Accountants, Auditors.

## Annexure to Balance Sheet

## SCHEDULE 'E'

## SCHEDULE OF RESEARCH FUND INVESTMENTS AS ON 31ST MARCH, 1966

Serial No.	Particulars	Cost Rs.	Face Value Rs.	Market Value Rs.	Interest accrued Rs.	Total (Cols. 3 & 6) Rs.
1	2	3	4	5	6	7
1	3 % Funding Loan, 1966-68 . . . . .	99,380	98,900	97,417	1,483	1,00,863
2	2-3/4 % Loan, 1976 . . . . .	2,47,260	2,85,200	2,13,900	327	2,47,587
3	4 % Loan, 1972 . . . . .	701	700	663	5	706
4	3-1/2 % N.P. Bonds (3rd Series) 1967 . . . . .	39,089	40,000	39,400	292	39,381
5	4-1/4 % Maharashtra State Development Loan, 1969 . . . . .	35,945	35,000	33,635	66	36,011
6	4-1/4 % West Bengal Loan 1970 . . . . .	1,27,538	1,25,000	1,23,750	1,135	1,28,673
7	4-1/4 % U.P. State Dev. Loan 1970 . . . . .	20,069	20,200	19,594	93	20,162
	TOTAL . . . . .	5,69,982	6,05,000	5,28,359	3,401	5,73,383

(S. R. SIRCAR)  
Chief Accountant(C. BALAKRISHNAN)  
Secretary(R. THAKUR)  
Vice-President(M. P. CHITALE)  
President(P.R. MEHRA) (M.R. VENKATARAMAN)  
Chartered Accountants, Auditors.

## Annexure to Balance Sheet

## SCHEDULE 'F'

## SCHEDULE OF MEDALS AND PRIZES FUND INVESTMENTS AS ON 31ST MARCH, 1966

Serial No.	Names of the Funds	Particulars	Cost Rs.	Face Value Rs.	Market Value Rs.	Interest accrued Rs.	Total (Cols. 4 & 7) Rs.
1	2	3	4	5	6	7	8
1	G.P. Kapadia (1st President) Medal Fund.	2-3/4% Loan 1976 .	20,000	20,000	15,000	23	20,023
2	Miss. R. Sivabhogam Locket Fund.	4-1/4% Maharashtra State Dev. Loan 1969.	5,004	5,000	4,805	9	5,013
3	Sir Shapoorji Billimoria Prize Fund.	3 % Conversion Loan 1946-86.	10,024	15,700	8,517	20	10,044
TOTAL			35,028	40,700	28,322	52	35,080

(S.R. SIRCAR)  
Chief Accountant.(C. BALAKRISHNAN)  
Secretary.(R. THAKUR)  
Vice-President.(M.P. CHITALE)  
President.

(P.R. MEHRA)

(M. R. VENKATARAMAN)

Chartered Accountants Auditors.

STATE BANK OF INDIA  
CENTRAL OFFICE  
BOMBAY

NOTIFICATION

Bombay, the 9th September 1966

SBS. No. 11/1966.—It is hereby notified for general information that, in pursuance of sub-section (2) of Section 26 of the State Bank of India (Subsidiary Banks) Act, 1959 (38 of 1959), the following persons shall retire on the 30th September 1966, as Directors on the Board of the State Bank of Hyderabad:—

- |  |   |
|--|---|
| 1. Raja Ramdeo Rao, 'Shivananda Griha',<br>77, Begumpet, Hyderabad-A.P.                    | } Directors appointed<br>under proviso to<br>clause (d) of sub-<br>section (1) of Sec-<br>tion 25 of the Act<br>( <i>ibid</i> ) |
| 2. Shri Arcot Hanumanth Rao Venkat<br>Rao, 136, Prendergast Road, Secun-<br>derabad (A.P.) |   |

In pursuance of proviso to clause (d) of sub-section (1) of Section 25 of the Act, (*ibid*), the State Bank of India, in consultation with the Reserve Bank of India, has renominated:

- (i) Raja Ramdev Rao, and  
(ii) Shri Arcot Hanumanth Rao Venkat Rao as  
Directors on the Board of the State Bank of  
Hyderabad with effect from the 1st October,  
1966.

W. T. DEHEJIA,  
Chairman.

BEFORE THE RAILWAY RATES TRIBUNAL,  
MADRAS

COMPLAINT No. 3 OF 1966

Straw Products, Ltd.

Complainant.

Vs.

The Union of India, owning the South  
Eastern Railway, and represented by  
its General Manager.

Respondent.

Whereas the complainant above named has filed a complaint under Section 41(1) of the Indian Railways Act, 1890, stating that they have a Paper Mill served by a private siding constructed at their cost in the year 1961, taking off from the Singapore Road Railway Station on the South Eastern Railway; that all their raw materials as well as the finished product, paper, are moving in wagon loads; that the respondent was levying a siding charge of Re. 1/- per 4-wheeled wagon and Rs. 2/- per bogie wagon, subject to a minimum charge of Rs. 117/- per trip, from the date of opening of the siding; that the above said minimum charge of Rs. 117/- per trip was unreasonable, since the complainant had at no time been able to get 117 four-wheeled wagons in a single trip and since the estimated time taken per trip (on which the minimum charge was based) was not always correct; that the respondent further enhanced the siding charges to Rs. 5/- per 4-wheeled wagon with effect from 21st July, 1965; that the above increase is exorbitant and unreasonable; that fixation of siding charges on a per-wagon basis is *per se* unreasonable, as also fixation of a minimum charge per trip without regard to the hauling capacity of the locomotive used, the traffic dealt with etc.; that the respondent has been collecting the siding charges on B O I and B O X wagons at 2½ times the 4-wheeler rate, which is unreasonable;

And whereas the complainant has prayed for (1) declaring (a) the siding charge of Rs. 5/- per 4-wheeled wagon in force and (b) the minimum charge of Rs. 117/- per trip fixed in 1961, as unreasonable, (2) fixation of reasonable siding charges, (3) directing the respondent railway to levy siding charge for bogie wagon at twice the rate for a 4-wheeler, (4) giving effect to the reliefs from the date of the complaint and (5) awarding costs to the complainant.

And whereas it is thought that there may be persons who are not on record but have the same interest in the proceedings as the complainant or respondent above named.

This public notice is therefore given under Rule 19(3) and (4) of the Railway Rates Tribunal Rules 1959, so that any person who desires may petition the Tribunal within 30 days of the publication of this notice, for leave to intervene in support of or opposition to the reliefs sought in the complaint or be added on the side of the complainant or the respondent, setting forth the grounds of the proposed intervention, the position and the interest of the petitioner in the proceedings or the grounds for being added as a party in the said case. Any decision given by the Tribunal after this public notice shall apply to all such persons.

Given under my hand and seal of the Tribunal this 2nd day of September, 1966, at "Adyar House", Raja Annamalaipuram, Madras-28.

V. N. GOPALA DESIKAN, Secy.,  
Railway Rates Tribunal.  
Madras-28.

रेल दर अधिकरण, मद्रास के समक्ष, 1966 की शिकायत सं० 3

स्ट्रा प्रोडक्ट्स लिमिटेड

शिकायत कर्ता

बनाम

भारत संघ, जो दक्षिण पूर्व रेलवे का स्वामी है

और जिसका प्रतिनिधित्व उस रेलवे के जनरल

मैनेजर द्वारा किया जाता है।

प्रत्यर्थी

यतः उपर्युक्त शिकायतकर्ता ने 1890 के भारतीय रेल अधिनियम की धारा 41 (1) के अधीन शिकायत पेश की है कि उनका एक कागज का कारखाना है जो सन् 1961 में उनकी लागत पर निर्मित और दक्षिण पूर्व रेलवे के मिगापुर रोड रेलवे स्टेशन से प्रारम्भ होने वाले निजी साइडिंग द्वारा परिसेवित है; उनकी सभी कच्ची सामग्रियां तथा उत्पादित वस्तु, कागज, बैगन भारो में परिवहित होते हैं; प्रत्यर्थी, साइडिंग के खुल जाने की तारीख से प्रति चौपहिये बैगन के लिए रु० 1 और प्रति बोगी बैगन के लिए रु० 2 की दर और प्रति फेरे के लिए न्यूनतम रु० 117 की दर पर साइडिंग प्रभार लगाता आ रहा था; प्रति फेरे के लिए रु० 117 का उपर्युक्त न्यूनतम प्रभार अनुचित है क्योंकि शिकायतकर्ता कभी भी एकफेरे में एक साथ 117 चौपहिये बैगन प्राप्त न कर सका है और प्रति फेरे के लिए लिया जाने वाला अनुमानित समय (जिस पर न्यूनतम प्रभार आधारित है) हमेशा सही नहीं है; प्रत्यर्थी ने 21-7-65 से साइडिंग प्रभार को प्रति चौपहिये बैगन के लिए रु० 5 तक बढ़ाया, यह वृद्धि अत्याधिक और अनुचित है, साइडिंग प्रभार को प्रति बैगन के आधार पर निर्धारित करना ही अनुचित है, तथा काम में लाये गये रेल इंजन की बहन क्षमता, संभाले गये यातायात आदि को ध्यान में रखे बिना प्रति फेरे न्यूनतम प्रभार निर्धारित करना भी अनुचित है; प्रत्यर्थी बी ओ आइ और बी ओ एक्स बैगनों के लिए साइडिंग प्रभार चौपहिये बैगन दर का ढाई गुना प्रभारित करना आ रहा है, जो अनुचित है;

और यतः शिकायत कर्ता ने प्रार्थना की है कि (1) (क) अब अमल में रहने वाला प्रति चौपहिये के लिए रु० 5 का साइडिंग प्रभार और (ख) 1961 में निर्धारित प्रति फेरे का न्यूनतम प्रभार रु० 117 अनुचित घोषित किये जायें (2) उचित साइडिंग प्रभार निर्धारित किया जाय, (3) प्रत्यर्थी रेलवे को बोगी बैगन के लिए साइडिंग प्रभार चौपहिये बैगन दर का दुगुना प्रभारित करने के लिये निर्देशित किया जाय (4) ये अनुतोष शिकायत की तारीख से लागू किये जाय और (5) शिकायतकर्ता को खर्च की अदायगी करायी जाय।

और यह ऐसा माना जाता है कि और भी इस प्रकार के व्यक्ति होंगे जो रिकार्ड में न हों, परन्तु जिनका, उपर्युक्त शिकायतकर्ता या प्रत्यर्थी के समान इन कार्यवाहियों में समान हित होगा।

अतएव यह मासिक सूचना रूल दर अधिकरण नियमावली, 1959 के नियम 19 (3) और (4) के अधीन दी जाती है ताकि कोई भी व्यक्ति, जो चाहे, इस सूचना के प्रकाशन की तारीख से 30 दिनों के अन्दर शिकायत में प्राथित अनतोष की पूर्णता में या विरोध में प्रविष्ट होन की अनमति के लिए या शिकायतकर्ता या प्रत्यर्थी के पक्ष में जोड़ जाने के लिए प्रस्तावित प्रवेश के आधार और स्थिति की तथा कार्यवाहियों में प्रार्थी के हित को स्पष्ट करने हुए या उक्त मामले में एक पार्टी के रूप में जोड़े जाने का आधार स्पष्ट करत हुए अधिकरण का अर्जी पेश कर सके। इस मासिक सूचना के बाद अधिकरण द्वारा दिया जानवाला कोई भी निर्णय ऐसे सभी लोगों पर लागू होगा।

आज मितम्बर 1966 की दूसरी तारीख का अडयार हाउस

राज। अण्णामनेपुरम, मद्रास 28 मं मेर हस्ताक्षर और अधिकरण की मद्रा के अग्रान जारी की जाती है।

बा० एन० गापाल० दक्षिण मंचिव

रूल दर अधिकरण मद्रास - 28

**MINISTRY OF LABOUR, EMPLOYMENT AND REHABILITATION**  
(Department of Labour and Employment)  
(Office of the Chief Inspector of Mines)

**NOTIFICATION**

*Dhanbad, the 12th September 1966*

**No. 14(8)64-Genl.**—In exercise of the powers conferred by Regulation 2(2) of the Coal Mines Regulation 1957 the following addition to the list of approved safety lamps is hereby issued—

*List 4*

(1) Electric Caplamps

Manufacturers

Type

M/ Mines Safety Appliances Limited,  
Acharya Jagadish Bose Road, Calcutta—20 MSA—B1elite

(Sd) Illegible  
Chief Inspector of Mines

**EMPLOYEES' STATE INSURANCE CORPORATION**

**NOTIFICATION**

*New Delhi, the 13th September 1966*

**No. 2(2)-3/66-Estt III.**—In pursuance of section 25 of the Employees' State Insurance Act 1948 (34 of 1948)

- |  |   |
|--|---|
| 1 The Minister for Labour State, of Bihar  | <i>Ex-officio</i> Chairman  |
| 2 The Minister for Health, State of Bihar  | <i>Ex-officio</i> Vice-Chairman   |
| 3 The Secretary to the Govt. of Bihar Labour and Employment Department, Patna                | Representative nominated by the State Government                                      |
| 4 The Director of Health Services, Bihar State, Patna  | The Chief Administrative Medical Officer of the State of Bihar<br>— <i>Ex-officio</i> |
| 5 Shri A S Verma (C/o M/s. Kalyanpur Lime & Cement Works Ltd. P.O. Banjari Shahabad), Bihar. | Representative of employers nominated by the Chairman                                 |
| 6 Shri Sidheshwar Choudhary (General Secretary, Golmuri In-plate Workers Union, Jamshedpur 3 | Representative of employees nominated by the Chairman                                 |

B. G. RAU, Director General

**डाक व तार विभाग**

डाक तार महानिदेशक का कार्यालय

नई दिल्ली 15 मितम्बर 1966

**सूचना**

म० 25/51 66-ल० आई०—श्री बा० व० अगसर की क्रमांक 32060 में तथा दिनांक 5-4-58 की 2000 रुपए की डाक जीवन बीमा पालिसी उसके मरक्षक से गम हो गई है। यह सूचित किया जाता है कि उक्त पालिसी का भुगतान रोक दिया गया है। उपनिदेशक डाक-जीवन बीमा कलकता की बीमेदार, के नाम पालिसी की दूसरी प्रति जारी करने के अधिकार दिये गए हैं। अनुरोध है कि चेतावनी दी जाती है कि मूल पालिसी के सम्बन्ध में कोई लेनदेन न करे।

एस० श्रीनिवासन

निदेशक, डाक जीवन बीमा

**DEPARTMENT OF POSTS AND TELEGRAPHS**

(Office of the Director General)

(Posts and Telegraphs)

**NOTICE**

*New Delhi the 15th September 1966*

**No. 25/51/66-LI.**—Postal Life Insurance EA/50 policy No. 32060-C dated 5th April, 1948 for Rs. 2000 held by Shri B. G. Agasar, having been lost from his custody notice is hereby given that the payment thereof has been stopped. The Deputy Director, Postal Life Insurance, Calcutta has been authorised to issue a duplicate policy in favour of the insured. The Public are hereby cautioned against dealing with the original policy.

S. SRINIVASEN

Director, PLI



**OFFICE OF THE REGISTRAR OF COPYRIGHTS  
COPYRIGHT OFFICE, NEW DELHI**

New Delhi, the 6th September 1966

**No. 3/1964.**—IT IS NOTIFIED for general information that in pursuance of sub-section (3) of section 35 of the Copyright Act, 1957 (14 of 1957), the Copyright Board has made the following alteration in the statement of fees, charges or royalties, published by the Performing Right Society Ltd., Calcutta, at pages 119-120 of Part IV of the Gazette of India, dated the 19th July, 1958, namely:—

In the said statement for item, relating to **FACTORIES**, the following item shall be substituted, namely —

**"7 (a) FACTORIES—**

Music during working hours, by radio, gramophone or tape machine:

The charge for annual licence is—

Rs 0.10 P per employee for each  $\frac{1}{2}$  (or part of  $\frac{1}{2}$ ) hour's music daily per annum.

Minimum fee for an annual licence—30 rupees

**(b) CANTEENS attached to Factories:**

Music by radio, gramophone or tape machine  
The charge for annual licence is—

Rs. 0.10 P for each  $\frac{1}{2}$  (or part of  $\frac{1}{2}$ ) hour's music daily per annum, assessed on the seating capacity of the canteens.

Minimum fee for annual licence—30 rupees.

Maximum fee for annual licence—150 rupees."

**T. S. KRISHNAMURTI,**

Registrar of Copyrights.

Copyright Office,

New Delhi